




GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	HB0335	Title:	Revise time of calculating ANB
Primary Sponsor:	Washburn, Ted	Status:	As Amended 

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 335 creates no general fund impact.

FISCAL ANALYSIS

Assumptions:

- HB 335 proposes to move the official enrollment count date for the spring semester of each school year from February 1 to April 15. The count is used to calculate average number belonging (ANB) per 20-9-311, MCA. These numbers are then used to determine a district's BASE budget, maximum general fund budget limitation, and highest budget with and without a vote (20-9-308, MCA.)
- The proposed April 15th spring enrollment count date is after the date the election administrator must certify the ballot to show the actual amount of the levy (20-20-401, MCA), which is 25 days before the regular school election day, usually the second week in April. Under HB 335, school districts will be required to set their general fund levy elections and ballot language without knowing district ANB, BASE budget, maximum general fund budget limitation, and highest budget with and without a vote.

3. Typically, the Office of Public Instruction requires school districts to submit enrollment counts within seven days of the official enrollment count. If the spring enrollment count date is set at April 15, the enrollment data will be compiled 7-10 days thereafter. School districts would receive notification of their direct state aid, other state payments and budget limitations about two weeks after enrollment data is compiled, giving districts only about one month before the June 1 deadline for notifying teachers of their contract renewal (20-4-205 and 20-4-206, MCA).

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0

Technical Notes:

1. HB 335 creates several conflicts with existing due dates within the school budgeting cycle, these include:
 - a. OPI is required by law to provide school districts and counties with Preliminary General Fund Budget Data Sheets by March 1 (20-9-369, MCA). These budget data sheets cannot be produced without the ANB counts.
 - b. If a district's anticipated enrollment increase hasn't materialized, OPI would not be able to adjust the affected payments, which is typically adjusted in May (20-9-314, MCA).
 - c. Applications for Isolation status are due to the county superintendent by May 1 of the 2nd consecutive year that enrollment falls below 10 (elementary) or 25 (high school). The county superintendent must submit to commissioners for approval before May 15 and to OPI before June 1. (20-9-302, MCA)
 - d. HB 335 conflicts with the statutory timelines for school districts to adopt budget amendments for unanticipated enrollment increases because it doesn't allow districts time to petition, notice public, obtain OPI approval, etc. (20-9-163 and 164, MCA).

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date